



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 5, 2012

Jim Porter
Cosmic American Rare Earth Inc.
9101 West Sahara Avenue Suite 105-F9
Las Vegas, Nevada 89117

Subject: Permit to Commence Small Mine Activities, Small Mining Operations, Cosmic American Rare Earth, Inc., WOW Claim, S/023/0110, Juab County, Utah

Dear Mr. Porter:

The Division of Oil, Gas and Mining finds your Notice of Intention to Commence Small Mining Operations (Notice) complete and approves the reclamation surety for the WOW mine, escalated until 2015. You are now permitted to conduct mining activities as outlined in the Notice provided you have approval from all other appropriate agencies. The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations. Enclosed please find a copy of the reclamation contract and stamped approved Notice.

Please keep in mind the following regulatory requirements:

- Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory surety release.
- If you encounter any archaeological or historical items, you are asked to notify this office, and State History of your find.
- Permit fees and annual reports are due by January 31st.



Page 2

Jim Porter

October 5, 2012

S/023/0110

The Division's web page at <http://ogm.utah.gov> under the Mining Program has a link to the rules under which you are expected to operate and to other information to assist you in complying with program requirements. Thank you for your cooperation. In reply, please refer to file number S/023/0110. If you have questions or concerns regarding this letter, please contact Paul Baker at 801-538-5261 or Wayne Western at 801-538-5263. Best wishes mining!

Sincerely,



Dana Dean, P.E.
Associate Director, Mining

DD: whw: eb

Enclosure: Copy of RC & surety forms

Copy of approved NOI

cc: JMansfie@blm.gov

Duane Bayes BLM

O:\M023-Juab\S0230110-WowClaim\draft\APRL-4996-09192012.doc